

Farmers Home Administration

Washington D.C. 20250

October 22, 1990

2164 (1951) FmHA AN No.

Attachments 1, 3 and 4 to Exhibit A of SUBJECT:

FmHA Instruction 1951-S

TO: State Directors, District Directors and

County Supervisors

PURPOSE/INTENDED OUTCOME:

The purpose of this Administrative Notice (AN) is to clarify the appropriate actions to be taken when Attachments 1, 3, and 4 to Exhibit A of FmHA Instruction 1951-S are used to notify Farmer Programs (FP) borrowers of primary and preservation loan servicing programs. The intended outcome is to clarify that Attachments 9 and 40 to Exhibit A of FmHA Instruction 1951-S are not used when Attachments 3 and 4 of Exhibit A of FmHA Instruction 1951-S are used.

COMPARISON WITH PREVIOUS AN:

No other AN has been issued on this subject.

IMPLEMENTATION RESPONSIBILITIES:

Section 1951.907(g) of FmHA Instruction 1951-S describes the initial notification procedures for borrowers who are in nonmonetary default. When a borrower is sent Attachments 1, 3, and 4 to Exhibit A of FmHA Instruction 1951-S and fails to return Attachment 4 within the 45-day time frame, the County Supervisor must proceed with liquidation as set forth in Section 1951.907(g) of FmHA Instruction 1951-S. Attachments 9 and 10 to Exhibit A of FmHA Instruction 1951-S will not be sent to borrowers who fail to return Attachment 4. Section 1951.909(h)(2) states that only those borrowers who were sent Exhibit A and Attachments 1 and 2 of FmHA Instruction 1951-S and failed to respond will be sent Attachments 9 and 10 to Exhibit A of FmHA Instruction 1951-S.

LA VERNE AUSMAN Administrator

EXPIRATION DATE: October 31, 1991

FILING INSTRUCTIONS: Preceding FmHA Instructions 1951-S



Sent by Time Delay Option to States at 1:00pm on 10/29/90; to Districts at 3:00pm on 10/29/90; and Counties at 5:00pm on 10/29/90 by ASD.